TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 1638 - SB 2349

March 1, 2022

SUMMARY OF BILL AS AMENDED (014647): Removes the Department of General Services (DGS) and substitutes the Speaker of the Senate and the Speaker of the House of Representatives, as having the duty to take care of and preserve the second floor of the state capitol, including all chambers, galleries, offices, rooms, hallways, balconies, storage areas and other spaces therein, and all associated furniture and fixtures and to keep the same in good order.

Requires that the DGS provide routine maintenance on and to the second floor of the state capitol only after providing notice of not less than 24 hours, prior to beginning such routine maintenance, to the offices of the Speaker of the Senate and the Speaker of the House of Representatives. If emergency maintenance is required by the DGS on the second floor of the state capitol, the Department is required to respond to such emergency and provide notices to the Speakers as soon as practicable upon completion of the emergency maintenance.

Establishes that the second floor of the state capitol is considered a state building occupied predominantly by the legislative branch and is controlled by the Speaker of the Senate and Speaker of the House of Representatives.

Establishes that this legislation does not remove or alter the requirement that the General Assembly pay rent into the Facilities Revolving Fund (FRF) for the use of the second floor of the capitol building.

Requires DGS to report to the Speakers of the House of Representatives and the Senate no later than January 15 of each year the facility management costs, including annual maintenance and upkeep costs, associated with the second floor of the state capitol.

FISCAL IMPACT OF BILL AS AMENDED:

NOT SIGNFICANT

Assumptions for the bill as amended:

- Currently, the legislature pays rent on 21,616 square feet of the second floor of the capitol building.
- Monthly rent is \$25.50 per square ft., for an annual charge of \$551,208 (21,616 x \$25.50).
- This \$551,208 currently is paid into the FRF annually.

- It is assumed that annual maintenance costs of such space will continue to be paid for out of the FRF.
- This legislation will have no significant impact on state government.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

Krista Lee Carsner, Executive Director

Kista Lee Caroner

/jb